SENATE JOURNAL 58TH LEGISLATURE EIGHTY-NINTH LEGISLATIVE DAY

Helena, Montana Senate Chambers April 26, 2003 State Capitol

Senate convened at 8:30 a.m. President Keenan presiding. Invocation by Pastor Keith Johnson. Pledge of Allegiance to the Flag.

Roll Call. All members present except Senator Sprague, excused. Quorum present.

The presiding officer has authenticated the daily journal for the eighty-eighth legislative day.

REPORTS OF STANDING COMMITTEES

Correctly enrolled: SB 101, SB 126, SB 304, SB 325, SB 375, SB 408, SB 429, SB 492, SJR 29, SJR 32, SR 11.

Examined by the sponsor and found to be correct: SB 414, SB 489.

Signed by the President at 5:00 a.m., April 24, 2003: SB 414, SB 489.

Signed by the Secretary of the Senate at 7:15 p.m., April 24, 2003: SB 414, SB 489.

Signed by the Speaker at 8:15 a.m., April 25, 2003: SB 414, SB 489.

Delivered to the Governor for approval at 10:10 a.m., April 26, 2003: SB 414, SB 489.

MESSAGES FROM THE OTHER HOUSE

SB 485 - The House acceded to the request of the Senate and authorized the Speaker to appoint the following **Free** Conference Committee to meet with a like committee from the Senate to confer on **SB 485**:

4/26/2003

Representative Brueggeman, Chair Representative E. Clark Representative Franklin

THIRD READING OF BILLS

The following bills having been read three several times, title and history agreed to, were disposed of in the following manner:

SB 415, as amended by the House, passed as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, DePratu, Ellingson, Elliott, Gebhardt, Glaser, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 46

Nays: Curtiss, Esp, Grimes.

Total 3

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

SB 461, as amended by the Free Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

SB 473, as amended by the Governor, passed as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

SB 484, as amended by the Governor, passed as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McNutt, Nelson, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 46

Nays: Esp, McGee, O'Neil.

Total 3

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 5, as amended by the Governor, concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 42, as amended by the Governor, concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Curtiss, DePratu, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Tropila, Zook, Mr. President.

Total 42

Nays: Cooney, Cromley, Ellingson, Harrington, McCarthy, Toole, Wheat.

Total 7

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 218, as amended by the Governor, concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 247, as amended by the Free Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Black, Bohlinger, Cobb, Cocchiarella, Cooney, Cromley, Ellingson, Elliott, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, Nelson, O'Neil, Pease, Roush, Ryan, Schmidt, Shea, Squires, Stonington, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Mr. President. Total 37

 $Nays:\ Bales,\ Barkus,\ Butcher,\ Curtiss,\ DePratu,\ Esp,\ McGee,\ McNutt,\ Perry,\ Stapleton,\ Story,\ Zook.$

Total 12

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 363, as amended by the Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 48

Navs: Cooney.

Total 1

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 558, as amended by the Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, McCarthy, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Toole, Wheat, Zook.

Total 42

Nays: Mahlum, Mangan, McGee, Ryan, Thomas, Tropila, Mr. President.

Total 7

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 609, as amended by the Governor, concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 693, as amended by the Governor, concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 744, as amended by the Governor, concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 775 concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HJR 35 concurred in as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 49

Nays: None.

Total 0

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HJR 40 concurred in as follows:

Yeas: Barkus, Bohlinger, Butcher, Cobb, Cocchiarella, Cooney, Cromley, Curtiss, DePratu, Ellingson, Elliott, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Zook, Mr. President.

Total 44

Nays: Anderson, Bales, Black, Esp, Gebhardt.

Total 5

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HJR 43 concurred in as follows:

Yeas: Barkus, Bohlinger, Cobb, Cocchiarella, Cooney, Cromley, DePratu, Ellingson, Elliott, Gebhardt, Grimes, Hansen, Harrington, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, Nelson, Pease, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Taylor, Tester, Thomas, Toole, Tropila, Wheat, Mr. President.

Total 35

Nays: Anderson, Bales, Black, Butcher, Curtiss, Esp, Glaser, Johnson, McNutt, O'Neil, Perry, Story, Tash, Zook. Total 14

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

SPECIAL ORDERS OF THE DAY

Senator Grimes paid tribute to Steve Melee and his camera crew of 10, who have monitored the entire session with video cameras so the people of the State of Montana can keep abreast of daily happenings at the Capitol.

ANNOUNCEMENTS

Committee meetings were announced by committee chairs.

Senator Thomas moved the Senate stand in recess until the hour of 12 noon this day. Motion carried.

Senate recessed at 9:05 a.m. Senate reconvened at 12 noon.

Roll call. All members present except Senators Butcher, DePratu, Glaser, Grimes, Keenan, Mahlum, Nelson, Schmidt, Sprague, Stonington, Tash and Zook, excused. Quorum present.

REPORTS OF SELECT COMMITTEES

FREE CONFERENCE COMMITTEE on Senate Bill 424 Report No. 1, April 26, 2003

Mr. President and Mr. Speaker:

We, your Free Conference Committee met and considered **Senate Bill 424** (reference copy -- salmon) and recommend this Free Conference Committee report be adopted.

And, recommend that Senate Bill 424 (reference copy -- salmon) be amended as follows:

1. Title, line 6.

Following: "ENTITLEMENTS:"

Insert: "INCREASING THE BASIC AND PER-ANB ENTITLEMENTS FOR PUBLIC SCHOOLS FOR SCHOOL FISCAL YEAR 2004 AND SUCCEEDING YEARS;"

2. Title, line 7.

Following: "ANB";"

Insert: "CHANGING THE WAY IN WHICH A SCHOOL DISTRICT OR COOPERATIVE CHARGES EMPLOYER CONTRIBUTIONS FOR RETIREMENT, SOCIAL SECURITY, AND UNEMPLOYMENT INSURANCE; TERMINATING THE COUNTYWIDE SCHOOL RETIREMENT BLOCK GRANTS;"

3. Title, line 12.

Following: "SECTIONS" Insert: "20-9-306,"

4. Title, line 13.

Following: "20-10-141," Insert: "20-9-501, 20-9-542," Strike: "SECTION 25"

Insert: "SECTIONS 25 AND 26"

5. Title, line 14. **Following:** "DATES"

Insert: ","

6. Title, line 15. **Strike:** "AND" **Following:** "DATES"

Insert: ", AND A TERMINATION DATE"

7. Page 1, line 20. **Following:** "(1)" **Strike:** "THE"

Insert: "In preparing and submitting an agency budget pursuant to 17-7-111 and 17-7-112, the"

8. Page 1, lines 21 and 22. **Following:** the first "FOR"

Insert: "the basic and per-ANB entitlements in"

Strike: the first "SCHOOL"

Strike: "BY" on line 21 through "FISCAL YEAR" on line 22

Insert: "of the ensuing biennium. The inflation factor is calculated as follows:"

(a) for the first year of the biennium, divide the consumer price index for July 1 of the prior calendar year by the consumer price index for July 1 of the calendar year 3 years prior to the prior calendar year and raise the resulting ratio

to the power of one-third; and

(b) for the second year of the biennium, divide the consumer price index for July 1 of the current calendar year by the consumer price index for July 1 of the calendar year 3 years prior to the current calendar year and raise the resulting ratio to the power of one-third

9. Page 1, line 23.

Strike: "K-12 PUBLIC EDUCATION"

Insert: "the basic and per-ANB entitlements"

10. Page 1, line 25.

Following: "SECTION"

Insert: ", not to exceed 3% in each year, applied to both years of the biennium"

11. Page 1.

Following: line 28

Insert: "Section 2. Section 20-9-306, MCA, is amended to read:

"20-9-306. **Definitions.** As used in this title, unless the context clearly indicates otherwise, the following definitions apply:

- (1) "BASE" means base amount for school equity.
- (2) "BASE aid" means:
- (a) direct state aid for 44.7% of the basic entitlement and 44.7% of the total per-ANB entitlement for the general fund budget of a district; and
- (b) guaranteed tax base aid for an eligible district for any amount up to 35.3% of the basic entitlement, up to 35.3% of the total per-ANB entitlement budgeted in the general fund budget of a district, and up to 40% of the special education allowable cost payment.
- (3) "BASE budget" means the minimum general fund budget of a district, which includes 80% of the basic entitlement, 80% of the total per-ANB entitlement, and up to 140% of the special education allowable cost payment.
- (4) "BASE budget levy" means the district levy in support of the BASE budget of a district, which may be supplemented by guaranteed tax base aid if the district is eligible under the provisions of 20-9-366 through 20-9-369.
- (5) "BASE funding program" means the state program for the equitable distribution of the state's share of the cost of Montana's basic system of public elementary schools and high schools, through county equalization aid as provided in 20-9-331 and 20-9-333 and state equalization aid as provided in 20-9-343, in support of the BASE budgets of districts and special education allowable cost payments as provided in 20-9-321.
 - (6) "Basic entitlement" means:
 - (a) \$213,819 \$216,171 for each high school district;
- (b) \$19,244 \$19,456 for each elementary school district or K-12 district elementary program without an approved and accredited junior high school or middle school; and
- (c) the prorated entitlement for each elementary school district or K-12 district elementary program with an approved and accredited junior high school or middle school, calculated as follows:
- (i) \$19,244 \$19,456 times the ratio of the ANB for kindergarten through grade 6 to the total ANB of kindergarten through grade 8; plus
- (ii) \$213,819 \$216,171 times the ratio of the ANB for grades 7 and 8 to the total ANB of kindergarten through grade 8.
- (7) "Direct state aid" means 44.7% of the basic entitlement and 44.7% of the total per-ANB entitlement for the general fund budget of a district and funded with state and county equalization aid.
- (8) "Maximum general fund budget" means a district's general fund budget amount calculated from the basic entitlement for the district, the total per-ANB entitlement for the district, and the greater of:
 - (a) 175% of special education allowable cost payments; or
 - (b) the ratio, expressed as a percentage, of the district's special education allowable cost expenditures to the

district's special education allowable cost payment for the fiscal year that is 2 years previous, with a maximum allowable ratio of 200%.

- (9) "Over-BASE budget levy" means the district levy in support of any general fund amount budgeted that is above the BASE budget and below the maximum general fund budget for a district.
 - (10) "Total per-ANB entitlement" means the district entitlement resulting from the following calculations:
- (a) for a high school district or a K-12 district high school program, a maximum rate of \$5,205 \underset 5.262 for the first ANB is decreased at the rate of 50 cents per ANB for each additional ANB of the district up through 800 ANB, with each ANB in excess of 800 receiving the same amount of entitlement as the 800th ANB;
- (b) for an elementary school district or a K-12 district elementary program without an approved and accredited junior high school or middle school, a maximum rate of \$3,906 \u22683,949 for the first ANB is decreased at the rate of 20 cents per ANB for each additional ANB of the district up through 1,000 ANB, with each ANB in excess of 1,000 receiving the same amount of entitlement as the 1,000th ANB; and
- (c) for an elementary school district or a K-12 district elementary program with an approved and accredited junior high school or middle school, the sum of:
- (i) a maximum rate of \$3,906 \$3,949 for the first ANB for kindergarten through grade 6 is decreased at the rate of 20 cents per ANB for each additional ANB up through 1,000 ANB, with each ANB in excess of 1,000 receiving the same amount of entitlement as the 1,000th ANB; and
- (ii) a maximum rate of \$5,205 \$5,262 for the first ANB for grades 7 and 8 is decreased at the rate of 50 cents per ANB for each additional ANB for grades 7 and 8 up through 800 ANB, with each ANB in excess of 800 receiving the same amount of entitlement as the 800th ANB.""

Insert: "Section 3. Section 20-9-306, MCA, is amended to read:

- "20-9-306. **Definitions.** As used in this title, unless the context clearly indicates otherwise, the following definitions apply:
 - (1) "BASE" means base amount for school equity.
 - (2) "BASE aid" means:
- (a) direct state aid for 44.7% of the basic entitlement and 44.7% of the total per-ANB entitlement for the general fund budget of a district; and
- (b) guaranteed tax base aid for an eligible district for any amount up to 35.3% of the basic entitlement, up to 35.3% of the total per-ANB entitlement budgeted in the general fund budget of a district, and up to 40% of the special education allowable cost payment.
- (3) "BASE budget" means the minimum general fund budget of a district, which includes 80% of the basic entitlement, 80% of the total per-ANB entitlement, and up to 140% of the special education allowable cost payment.
- (4) "BASE budget levy" means the district levy in support of the BASE budget of a district, which may be supplemented by guaranteed tax base aid if the district is eligible under the provisions of 20-9-366 through 20-9-369.
- (5) "BASE funding program" means the state program for the equitable distribution of the state's share of the cost of Montana's basic system of public elementary schools and high schools, through county equalization aid as provided in 20-9-331 and 20-9-333 and state equalization aid as provided in 20-9-343, in support of the BASE budgets of districts and special education allowable cost payments as provided in 20-9-321.
 - (6) "Basic entitlement" means:
 - (a) \$213,819 \$220,646 for each high school district;
- (b) \$19,244 \$19,859 for each elementary school district or K-12 district elementary program without an approved and accredited junior high school or middle school; and
- (c) the prorated entitlement for each elementary school district or K-12 district elementary program with an approved and accredited junior high school or middle school, calculated as follows:
- (i) \$19,244 \$19,859 times the ratio of the ANB for kindergarten through grade 6 to the total ANB of kindergarten through grade 8; plus
- (ii) \$213,819 \$220,646 times the ratio of the ANB for grades 7 and 8 to the total ANB of kindergarten through grade 8.
 - (7) "Direct state aid" means 44.7% of the basic entitlement and 44.7% of the total per-ANB entitlement for the

general fund budget of a district and funded with state and county equalization aid.

- (8) "Maximum general fund budget" means a district's general fund budget amount calculated from the basic entitlement for the district, the total per-ANB entitlement for the district, and the greater of:
 - (a) 175% of special education allowable cost payments; or
- (b) the ratio, expressed as a percentage, of the district's special education allowable cost expenditures to the district's special education allowable cost payment for the fiscal year that is 2 years previous, with a maximum allowable ratio of 200%.
- (9) "Over-BASE budget levy" means the district levy in support of any general fund amount budgeted that is above the BASE budget and below the maximum general fund budget for a district.
 - (10) "Total per-ANB entitlement" means the district entitlement resulting from the following calculations:
- (a) for a high school district or a K-12 district high school program, a maximum rate of \$5,205 \underset 5.371 for the first ANB is decreased at the rate of 50 cents per ANB for each additional ANB of the district up through 800 ANB, with each ANB in excess of 800 receiving the same amount of entitlement as the 800th ANB;
- (b) for an elementary school district or a K-12 district elementary program without an approved and accredited junior high school or middle school, a maximum rate of \$3,906 \u2264.031 for the first ANB is decreased at the rate of 20 cents per ANB for each additional ANB of the district up through 1,000 ANB, with each ANB in excess of 1,000 receiving the same amount of entitlement as the 1,000th ANB; and
- (c) for an elementary school district or a K-12 district elementary program with an approved and accredited junior high school or middle school, the sum of:
- (i) a maximum rate of \$3,906 \$4,031 for the first ANB for kindergarten through grade 6 is decreased at the rate of 20 cents per ANB for each additional ANB up through 1,000 ANB, with each ANB in excess of 1,000 receiving the same amount of entitlement as the 1,000th ANB; and
- (ii) a maximum rate of \$5,205 \$5,371 for the first ANB for grades 7 and 8 is decreased at the rate of 50 cents per ANB for each additional ANB for grades 7 and 8 up through 800 ANB, with each ANB in excess of 800 receiving the same amount of entitlement as the 800th ANB.""

Renumber: subsequent sections

12. Page 7.

Following: line 4

Insert: "Section 7. Section 20-9-501, MCA, is amended to read:

- "20-9-501. Retirement costs and retirement fund. (1) The trustees of a district or the management board of a cooperative employing personnel who are members of the teachers' retirement system or the public employees' retirement system or who are covered by unemployment insurance or who are covered by any federal social security system requiring employer contributions shall establish a retirement fund for the purposes of budgeting and paying the employer's contributions to the systems as provided in subsection (2)(a). The district's or the cooperative's contribution for each employee who is a member of the teachers' retirement system must be calculated in accordance with Title 19, chapter 20, part 6. The district's or the cooperative's contribution for each employee who is a member of the public employees' retirement system must be calculated in accordance with 19-3-316. The district's or the cooperative's contributions for each employee covered by any federal social security system must be paid in accordance with federal law and regulation. The district's or the cooperative's contribution for each employee who is covered by unemployment insurance must be paid in accordance with Title 39, chapter 51, part 11.
- (2) (a) The district or the cooperative shall pay the employer's contributions to the retirement, federal social security, and unemployment insurance systems from the retirement fund for the following:
- (i) a district employee whose salary and health-related benefits, if any health-related benefits are provided to the employee, are paid from state or local funding sources;
- (ii) a cooperative employee whose salary and health-related benefits, if any health-related benefits are provided to the employee, are paid from the cooperative's interlocal agreement fund if the fund is supported solely from districts' general funds and state special education allowable cost payments pursuant to 20-9-321; and
 - (iii) a district employee whose salary and health-related benefits, if any health-related benefits are provided to

the employee, are paid from the district's school food services fund provided for in 20-10-204.

- (b) For an employee whose benefits are not paid from the retirement fund, the district or the cooperative shall pay the employer's contributions to the retirement, federal social security, and unemployment insurance systems from the funding source that pays the employee's salary.
- (2)(3) The trustees of a district required to make a contribution to a system referred to in subsection (1) shall include in the retirement fund of the final budget the estimated amount of the employer's contribution. After the final retirement fund budget has been adopted, the trustees shall pay the employer contributions to the systems in accordance with the financial administration provisions of this title.
- (3)(4) When the final retirement fund budget has been adopted, the county superintendent shall establish the levy requirement by:
 - (a) determining the sum of the money available to reduce the retirement fund levy requirement by adding:
 - (i) any anticipated money that may be realized in the retirement fund during the ensuing school fiscal year;
 - (ii) oil and natural gas production taxes;
 - (iii) coal gross proceeds taxes under 15-23-703;
 - (iv) countywide school retirement block grants distributed under section 245, Chapter 574, Laws of 2001;
- (v) any fund balance available for reappropriation as determined by subtracting the amount of the end-of-the-year fund balance earmarked as the retirement fund operating reserve for the ensuing school fiscal year by the trustees from the end-of-the-year fund balance in the retirement fund. The retirement fund operating reserve may not be more than 35% of the final retirement fund budget for the ensuing school fiscal year and must be used for the purpose of paying retirement fund warrants issued by the district under the final retirement fund budget.
- (vi) any other revenue anticipated that may be realized in the retirement fund during the ensuing school fiscal year, excluding any guaranteed tax base aid.
- (b) notwithstanding the provisions of subsection $\frac{(8)}{(9)}$, subtracting the money available for reduction of the levy requirement, as determined in subsection $\frac{(3)(a)}{(4)(a)}$, from the budgeted amount for expenditures in the final retirement fund budget.
 - $\frac{(4)(5)}{(5)}$ The county superintendent shall:
- (a) total the net retirement fund levy requirements separately for all elementary school districts, all high school districts, and all community college districts of the county, including any prorated joint district or special education cooperative agreement levy requirements; and
- (b) report each levy requirement to the county commissioners on the fourth Monday of August as the respective county levy requirements for elementary district, high school district, and community college district retirement funds.
 - (5)(6) The county commissioners shall fix and set the county levy or district levy in accordance with 20-9-142.
- (6)(7) The net retirement fund levy requirement for a joint elementary district or a joint high school district must be prorated to each county in which a part of the district is located in the same proportion as the district ANB of the joint district is distributed by pupil residence in each county. The county superintendents of the counties affected shall jointly determine the net retirement fund levy requirement for each county as provided in 20-9-151.
- (7)(8) The net retirement fund levy requirement for districts that are members of special education cooperative agreements must be prorated to each county in which the district is located in the same proportion as the special education cooperative budget is prorated to the member school districts. The county superintendents of the counties affected shall jointly determine the net retirement fund levy requirement for each county in the same manner as provided in 20-9-151, and the county commissioners shall fix and levy the net retirement fund levy for each county in the same manner as provided in 20-9-152.
- (8)(9) The county superintendent shall calculate the number of mills to be levied on the taxable property in the county to finance the retirement fund net levy requirement by dividing the amount determined in subsection (4)(a)(5)(a) by the sum of:
- (a) the amount of guaranteed tax base aid that the county will receive for each mill levied, as certified by the superintendent of public instruction; and
 - (b) the taxable valuation of the district divided by 1,000.
 - (9)(10) The levy for a community college district may be applied only to property within the district.""

Insert: "Section 8. Section 20-9-542, MCA, is amended to read:

- "20-9-542. School flexibility account -- distribution of funds. (1) There is a school flexibility account in the state special revenue fund. The superintendent of public instruction shall allocate the money in the account, including any interest earned on money allocated to the account, to each school district. Each school district's total allocation is the sum of the district K-12 public school funding amount, the district large K-12 public school funding amount, and the district student funding amount.
- (2) In addition to funds allocated or appropriated to the school flexibility account, all money saved by the state if the actual statewide ANB in a given fiscal year is less than the statewide ANB projected by the legislature during the preceding legislative session must be deposited in the school flexibility account.
- (3) A portion of the money in the school flexibility account may be expended by a district to alleviate certified staff shortages in the district or for retirement incentives only if a portion of the account is specified for that purpose in a general appropriation act.""

13. Page 11.

Following: line 10

Insert: Section 12. Section 26, Chapter 13, Special Laws of August 2002, is amended to read:

"Section 26. Section 245, Chapter 574, Laws of 2001, is amended to read:

"Section 245. Countywide school retirement block grants. (1) The office of public instruction shall distribute one-half of the amount appropriated for countywide school retirement in November and the remainder in May. The total amount for each county is as follows:

FY 2002		FY 2002		FY 2003		FY 2003	
Elementary		High School		Elementary		High School	
	Payment	- •	Payment		Payment	t	Payment
Beaverh	ead	\$86,692	\$50,789	\$87,351	\$55,503	\$51,175	\$41,981
Big Horn	1	62,668	36,963	63,144	95,018	37,244	33,837
Blaine	61,160	10,193	61,624	46 <u>,318</u>	10,271	81,109	
Broadwa	ıter	0	92,686	0	93,390 <u>3</u>	4,949	
Carbon	43,451	82,110	43,782	72.602	82,734	58 <u>,957</u>	
Carter	9,751	5,453	9,825 <u>8</u>	,478	5,495 <u>6</u>	5,155	
Cascade	349,056	192,848	351,709	282,266	194,314	142,282	
Chouteau	u	75,384	41,034	75,957 <u>5</u>	58 <u>,455</u>	41,346 <u>2</u>	<u> 29,474</u>
Custer	78,925	36,930	79,525 <u>5</u>	7,608	37,211 <u>3</u>	2,128	
Daniels	0	37,994	0	38,283 <u>3</u>	6,083		
Dawson	85,568	38,722	86,219 <u>6</u>	4,693	39,016 <u>2</u>	4,827	
Deer Loc	dge	39,980	17,059	40,284 3	34,455	17,189 <u>1</u>	6,807
Fallon	0	0	0	0 30,44	<u>4</u>		
Fergus	119,028	78,809	119,932	90,464	79,408 <u>5</u>	5,527	
Flathead		558,861	296,410	563,108	530,274	298,662	268,731
Gallatin	383,035	181,743	385,946	537,244	183,125	107,717	
Garfield	12,337	10,170	12,431 <u>1</u>	2,100	10,247 <u>4</u>	<u>,620</u>	
Glacier	79,924	34,016	80,532 <u>1</u>	06,815	34,275 <u>1</u>	0,494	
Golden V	Valley	0	16,716	0	16,843 <u>1</u>	4,492	
Granite	14,074	48,026	14,180 <u>1</u>	2,523	48,391 <u>3</u>	0,727	
Hill	142,867	82,538	143,953	59,593	83,165 <u>3</u>	5,211	
Jefferson 116,679		59,523	117,565	143,901	59,976 <u>5</u>	59,690	
Judith Basin 6,149		6,149	21,359	6,196 <u>4,</u>	<u>744</u>	21,521 <u>3</u>	30 <u>,198</u>
Lake	173,584	139,990	174,903	<u>156,485</u>	141,054	<u>103,365</u>	
Lewis &	Clark	344,112	211,726	346,728	370,958	213,335	173,847

```
Liberty 20,144
                      16,786
                                 <del>20,297</del> <u>3,067</u>
                                                        <del>16,914</del> 31,953
                                 73,556 61,499
                                                        99,586 87,710
Lincoln 73,001
                      98,835
Madison
                      0
                                 103,163 <del>0</del> 4,891
                                                       <del>103,947</del> <u>19,788</u>
Mccone 23,214 15,824
                                 <del>23,390</del> 21,778
                                                        <del>15,945</del> 14,004
                                 10,678 <del>13,758</del> <u>9,250</u>
Meagher
                      13,654
                                                                   <del>10,759</del> 9,492
                                             32,451 33,292
Mineral 0
                      32,206 0
Missoula
                      487,129 362,756 <del>490,832</del> 587,637 <del>365,513</del> 357,669
Musselshell
                      30,675 21,577 <del>30,908</del> 48,959
                                                                   <del>21,741</del> 41,250
Park
           154,192 81,696
                                 <del>155,364</del> <u>135,256</u> <del>82,317</del> <u>78,135</u>
                                 16,897 0
                                                        <del>17,026</del> 9,510
Petroleum
                      0
                      95,084
                                                        <del>95,806</del> 54,728
Phillips 10,502
                                 <del>10,582</del> 103,747
Pondera 79,805
                      60,307
                                 <del>80,411</del> 18,821
                                                        <del>60,765</del> 47,629
Powder River
                      18,815
                                 15,011 <del>18,958</del> 0
                                                                   <del>15,125</del> 0
                                                        22,838 30,458
Powell 69,695
                      22,666
                                 <del>70,225</del> 71,420
                      26,791 0
Prairie 0
                                             <del>26,995</del> 21,945
Ravalli 85,333
                      169,769 <del>85,981</del> <u>2,062</u>
                                                        <del>171,059</del> 40,316
Richland
                      83,671 30,302 <del>84,307</del> 15,500
                                                                   <del>30.533</del> 26.650
Roosevelt
                      71,090 60,329
                                            <del>71,630</del> 96,278
                                                                   60,787 61,038
Rosebud
                      359,662 286,411 <del>362,395</del> 475,055 <del>288,588</del> 126,246
Sanders 203,863 127,694 <del>205,413</del> 197,286 <del>128,665</del> 14,442
Sheridan
                                 46,231 0
                                                        <del>46,583</del> <u>47,628</u>
Silver Bow
                      249,821 141,541 <del>251,719</del> <u>193,304</u> <del>142,617</del> <u>119,358</u>
Stillwater
                      91,487
                                 75,926 <del>92,182</del> 91,185
                                                                   <del>76,503</del> 51,769
Sweet Grass
                      36,996
                                 36,327 <del>37,277</del> 24,214
                                                                   <del>36,603</del> 12,316
Teton
           57,760
                      41,547
                                 <del>58,199</del> 45,217
                                                        <del>41,863</del> 40,769
                                                        51,790 73,362
Toole
                      51,399
                                 43,652 36,109
           43,323
                                                        19,091 16,243
Treasure
                                 18,947 0
Valley 15,824
                      90,532
                                <del>15,944</del> <u>10,558</u>
                                                        91,220 143,204
Wheatland
                      20,946 12,103
                                            <del>21,105</del> 15,031
                                                                   <del>12,195</del> 12,109
Wibaux 0
                                             14,696 25,103
                      14,585 0
Yellowstone
                      1,125,488
                                             643,136 <del>1,134,042</del> 1,070,887
                                                                                          <del>648,024</del> 612,203
                                                                                          4,686,212 3,723,973
Total
           6,269,374
                                 4,650,865
                                                        <del>6,317,022</del> 6,139,506
```

(2) The average amount of the block grants in fiscal years 2002 and 2003 must be increased by 0.76% in fiscal year 2004 and in each succeeding fiscal year."""

Renumber: subsequent sections

14. Page 11.

Following: line 21

Insert: "NEW SECTION. Section 15. Restrictions on retirement fund for fiscal year 2004. (1) For school fiscal year 2004, the amount that a school district or cooperative may charge to the retirement fund for the employer's contributions to the retirement, federal social security, and unemployment insurance systems for all employees whose salaries are paid from a federal funding source is limited to the amount that the district or cooperative charged to the retirement fund for those same purposes for the same group of employees in school fiscal year 2003.

(2) The restriction in subsection (1) does not apply to employees whose salaries are paid from the district's school food services fund."

Insert: "NEW SECTION. Section 16. Codification instruction. [Section 1] is intended to be codified as an integral part of Title 20, chapter 9, part 3, and the provisions of Title 20, chapter 9, part 3, apply to [section 1]."

Renumber: subsequent sections

15. Page 11, line 23 through line 27.

Following: "(1)" on line 23

Strike: remainder of line 23 through "APPROVAL" on line 27

Insert: "[Section 1] is effective July 1, 2004, and applies to school budgets for the fiscal years beginning on or after July 1, 2005

- (2) [Section 2] is effective July 1, 2003, and applies to school budgets for the school fiscal year beginning July 1, 2003.
- (3) [Section 3] is effective July 1, 2004, and applies to school budgets for the school fiscal years beginning on or after July 1, 2004.
 - (4) [Sections 4 through 6 and 8 through 13] are effective July 1, 2003.
 - (5) [Section 7] is effective July 1, 2004.
 - (6) [Sections 14, 15, 16, 18, 19, and this section] are effective on passage and approval"

16. Page 11.

Following: line 30

Insert: "NEW SECTION. Section 19. Termination. [Section 2] terminates June 30, 2004."

For the Senate: For the House:

Story, Chairman Andersen, Chairman

F. Thomas Jackson

Nelson Fritz (unsigned)

FREE CONFERENCE COMMITTEE

on **Senate Bill 485** Report No. 1, April 26, 2003

100pole 100, 1, 11pm 20, 200

Mr. President and Mr. Speaker:

We, your Free Conference Committee met and considered **Senate Bill 485** (reference copy -- salmon) and recommend this Conference Committee report be adopted.

And, recommend that **Senate Bill 485** (reference copy -- salmon) be amended as follows:

1. Page 2.

Following: line 30

Insert: "(ii) child care for low-income families;"

Renumber: subsequent subsections

2. Page 3, line 30. **Strike:** "\$8,500,000" **Insert:** "\$6,500,000"

3. Page 3.

Following: line 30

Insert: "(b) child care, \$2,000,000;" **Renumber:** subsequent subsections

Explanation: This amendment adds child care funding as the second priority and appropriates \$2,000,000 million for

child care by reducing \$2,000,000 from mental health services and prescription drugs.

For the Senate:

Cobb, Chairman
Stapleton
Stonington

For the House:

Brueggeman, Chairman
E. Clark
Franklin

MOTIONS

Senator Thomas moved the Senate stand in recess until the hour of 1:30 p.m. this day. Motion carried.

Senate recessed at 12:07 p.m.

Senate reconvened at 1:50 p.m.

Roll call. All members present except Senators Nelson, Schmidt, Sprague, Zook and Keenan, excused. Quorum present.

MOTIONS

Senator Thomas moved the Senate stand in recess until the hour of 2:30 p.m. this day. Motion carried.

Senate recessed at 1:58 p.m. Senate reconvened at 2:47 p.m.

Roll call. All members present except Senator Sprague, excused. Quorum present.

REPORTS OF SELECT COMMITTEES

FREE CONFERENCE COMMITTEE on House Bill 2 Report No. 1, April 26, 2003

Mr. Speaker and Mr. President:

We, your Free Conference Committee met and considered **House Bill 2** (reference copy -- salmon) and recommend this Free Conference Committee report be amended.

And, recommend that House Bill 2 (reference copy -- salmon) be amended by the House.

Please see attached.

For the House: For the Senate:

Lewis, Chairman
Pattison
Zook, Chairman
Keenan

Lindeen (unsigned) Nelson (unsigned)

FREE CONFERENCE COMMITTEE

on House Bill 13

Report No. 2, April 26, 2003

Mr. Speaker and Mr. President:

We, your Free Conference Committee met and considered **House Bill 13** (reference copy -- salmon) and recommend this Free Conference Committee report be adopted.

And, recommend that **House Bill 13** (reference copy -- salmon) be amended as follows:

1. Page 2, line 25 through line 28. **Strike:** subsection (d) in its entirety **Renumber:** subsequent subsections

2. Page 2, line 30. **Strike:** "45" **Insert:** "25"

3. Page 3, line 2. **Strike:** "(1)(G)" **Insert:** "(1)(f)"

4. Page 3, line 7. **Following:** "(2)" **Insert:** "(2)"

5. Page 3, line 20 through line 23. **Strike:** subsection (iii) in its entirety **Renumber:** subsequent subsection

6. Page 3, line 27. **Strike:** "2-18-315(3)" **Insert:** "2-18-313(2)" **Strike:** "(3)(A)(IV)" **Insert:** "(3)(a)(iii)"

7. Page 9, line 24 through page 10, line 12. **Strike:** subsection (2) in its entirety **Renumber:** subsequent subsection

8. Page 10, line 19 through page 11, line 1.

Strike: line 19 on page 10 through line 1 on page 11 in their entirety

Insert:

"1	27,649	28,462	29,300	30,163	31,052	31,969
2	28,462	29,300	30,163	31,052	31,969	32,913
3	29,300	30,163	31,052	31,969	32,913	33,885
4	30,163	31,052	31,969	32,913	33,885	34,886
5	31.052	31 969	32.913	33 885	34 886	35 916

6	31,969	32,913	33,885	34,886	35,916	36,979
7	32,913	33,885	34,886	35,916	36,979	38,072
8	33,885	34,886	35,916	36,979	38,072	39,199
9	34,886	35,916	36,979	38,072	39,199	40,360
10	35,916	36,979	38,072	39,199	40,360	41,555
11	36,979	38,072	39,199	40,360	41,555	42,786
12	38,072	39,199	40,360	41,555	42,786	44,052
13	39,199	40,360	41,555	42,786	44,052	45,359"

9. Page 13, line 2 through line 20. **Strike:** subsection (2) in its entirety **Renumber:** subsequent subsection

10. Page 13, line 26 through page 14, line 9.

Strike: line 26 on page 13 through line 9 on page 14 in their entirety

Insert: "B1 12.645

B2 13.045 13.445 **B**3 **B**4 13.845 B5 14.245 B6 14.645 B7 15.045 B8 15.445 B9 15.845 B10 16.245 B11 16.645 B12 17.045 B13 17.445 B14 17.845"

11. Page 15, line 23 through line 27.

Strike: lines 23 through 27 in their entirety

Insert:

"Legislative Branch	24,969	6,399	110,035	28,200
Consumer Counsel		1,277		5,462
Judicial Branch	85,726	12,247	330,568	47,224
Executive Branch	1,042,381	1,926,519	4,474,666	8,248,297
University System	1,087,384	1,182,729	2,883,488	3,136,320"

12. Page 16, line 5 through page 22, line 18.

Strike: section 8 in its entirety **Renumber:** subsequent section

For the House: For the Senate:

A. Olson, Chairman Zook, Chairman

Barrett Tash
Kaufmann Cooney

MESSAGES FROM THE OTHER HOUSE

Governor's amendments to Senate bills **concurred in** and returned to the Senate: 4/

4/26/2003

SB 270, introduced by Harrington

SB 370, introduced by Gebhardt

SB 381, introduced by Keenan

SB 406, introduced by McGee

SB 473, introduced by Elliott

Senate bills concurred in and returned to the Senate:

4/26/2003

SB 483, introduced by Keenan

SB 493, introduced by Keenan

Conference Committee Report No.1 adopted:

4/26/2003

HB 107, introduced by A. Olson

HB 363, introduced by R. Brown

HB 558, introduced by D. Brown

Free Conference Committee Report No.1 adopted:

4/26/2003

SB 461, introduced by Story **HB 247**, introduced by Harris

SPECIAL ORDERS OF THE DAY

Term limited Senators DePratu, 1997-2003, Senator Glaser, 1977-2003, Senator Mahlum, 1997-2003, Senator McCarthy, 1997-2003, Senator McNutt, 1997-2003, Senator Nelson,1995-2003, Senator Shea, 1997-2003, Senator Sprague, 1995-2003, Senator Taylor, 1997-2003 and Senator Thomas, 1997-2003, and retiring Senator Zook, gave brief talks and thanked the Senate for the fond memories and friendships they have gained through their years in the Montana Legislature.

Also honored for her years as Secretary of the Senate was Rosana Skelton,1995-2003, who then acknowledged her staff and thanked them for their dedication and friendships.

SECOND READING OF BILLS (COMMITTEE OF THE WHOLE)

Senator Thomas moved the Senate resolve itself into a Committee of the Whole for consideration of business on second reading. Motion carried. Senator Taylor in the chair.

Mr. President: We, your Committee of the Whole, having had under consideration business on second reading, recommend as follows:

SB 424 - **Free Conference Committee Report No. 1** - Senator Story moved the Free Conference Committee report to **SB 424** be adopted. Motion carried as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Curtiss, DePratu, Esp, Gebhardt, Glaser, Grimes, Harrington, Johnson, Laible, Mahlum, Mangan, McGee, McNutt, Nelson, O'Neil, Perry, Ryan, Schmidt, Stapleton, Storington, Story, Tash, Taylor, Thomas, Zook, Mr. President.

Total 34

Nays: Cooney, Cromley, Ellingson, Elliott, Hansen, Kitzenberg, McCarthy, Pease, Roush, Shea, Squires, Tester, Toole, Tropila, Wheat.

Total 15

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

SB 485 - **Free Conference Committee Report No. 1** - Senator Cobb moved the Free Conference Committee report to **SB 485** be adopted. Motion carried unanimously.

HB 13 - Free Conference Committee Report No. 2 - Senator Tash moved the Free Conference Committee report to **HB 13** be adopted. Motion carried with Senators Hanson and Harrington voting nay.

HB 2 - **Free Conference Committee Report No. 1** - Senator Zook moved the Free Conference Committee report to **HB 2** be adopted. Motion carried as follows:

Yeas: Anderson, Bales, Barkus, Black, Butcher, Cobb, Curtiss, DePratu, Esp, Gebhardt, Glaser, Grimes, Johnson, Laible, Mahlum, McGee, McNutt, O'Neil, Perry, Stapleton, Story, Tash, Taylor, Thomas, Zook, Mr. President. Total 26

Nays: Bohlinger, Cocchiarella, Cooney, Cromley, Ellingson, Elliott, Hansen, Harrington, Kitzenberg, Mangan, McCarthy, Nelson, Pease, Roush, Ryan, Schmidt, Shea, Squires, Stonington, Tester, Toole, Tropila, Wheat. Total 23

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

Senator Thomas moved the committee rise, report and beg leave to sit again. Motion carried. Committee arose. Senate resumed. President Keenan in the chair. Chairman Taylor moved the Committee of the Whole report be adopted. Report adopted unanimously.

MOTIONS

Senator Thomas moved the Senate stand at ease until the hour of 5:45 p.m. this day. Motion carried. Senate resumed at 5:53 p.m..

Roll call. All members present except Senator Sprague, excused. Quorum present.

THIRD READING OF BILLS

The following bills having been read three several times, title and history agreed to, were disposed of in the following manner:

SB 424, as amended by the Free Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Curtiss, DePratu, Esp, Gebhardt, Glaser, Grimes, Harrington, Johnson, Laible, Mahlum, Mangan, McGee, McNutt, Nelson, O'Neil, Perry, Ryan, Schmidt, Stapleton, Stonington, Story, Tash, Taylor, Thomas, Zook, Mr. President.

Total 33

Nays: Cocchiarella, Cooney, Cromley, Ellingson, Elliott, Hansen, Kitzenberg, McCarthy, Pease, Roush, Shea, Squires, Tester, Toole, Tropila, Wheat.

Total 16

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

HB 2, as amended by the Free Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Butcher, Cobb, Curtiss, DePratu, Esp, Gebhardt, Glaser, Grimes, Johnson, Laible, Mahlum, McGee, McNutt, O'Neil, Perry, Sprague, Stapleton, Story, Tash, Taylor, Thomas, Zook, Mr. President. Total 27

Nays: Bohlinger, Cocchiarella, Cooney, Cromley, Ellingson, Elliott, Hansen, Harrington, Kitzenberg, Mangan, McCarthy, Nelson, Pease, Roush, Ryan, Schmidt, Shea, Squires, Stonington, Tester, Toole, Tropila, Wheat. Total 23

Paired: Sprague, Aye; Bohlinger, No.

Absent or not voting: None.

Total 0

Excused: None.

Total 0

HB 13, as amended by the Free Conference Committee Report No. 2, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cooney, Cromley, Curtiss, DePratu, Elliott, Esp, Gebhardt, Glaser, Grimes, Hansen, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Toole, Tropila, Zook, Mr. President.

Total 45

Nays: Cocchiarella, Ellingson, Harrington, Wheat.

Total 4

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

SB 485, as amended by the Free Conference Committee Report No. 1, adopted as follows:

Yeas: Anderson, Bales, Barkus, Black, Bohlinger, Butcher, Cobb, Cocchiarella, Cromley, Curtiss, DePratu, Ellingson, Esp, Gebhardt, Glaser, Grimes, Hansen, Harrington, Johnson, Kitzenberg, Laible, Mahlum, Mangan, McCarthy, McGee, McNutt, Nelson, O'Neil, Pease, Perry, Roush, Ryan, Schmidt, Shea, Squires, Stapleton, Stonington, Story, Tash, Taylor, Tester, Thomas, Tropila, Wheat, Zook, Mr. President.

Total 46

Nays: Cooney, Elliott, Toole.

Total 3

Absent or not voting: None.

Total 0

Excused: Sprague.

Total 1

MOTIONS

HB 2 - Senator Kitzenberg moved he be allowed to change his vote on **HB 2**, third reading this day, from yea to nay. Motion carried.

SPECIAL ORDERS OF THE DAY

Senator Tester thanked the Senate staff, the Majority Leader, President and both caucuses for their fine work through a difficult session.

Majority Leader Thomas thanked the retiring Senators, Committee Chairmen and all the staff for their good work through the session. He also thanked President Keenan for his excellent leadership, and presented token gifts to various members.

MOTIONS

Majority Leader Thomas moved the President be authorized to appoint a committee of two to notify the Governor that the Senate of the 58th Legislative session is ready to adjourn sine die. Motion carried unanimously.

The President appointed Senators Mahlum, chair, and Senator Shea.

Majority Leader Thomas moved the President be authorized to appoint a committee of two to notify the House of Representatives that the Senate of the 58th Legislative session is ready to adjourn sine die. Motion carried unanimously.

The President appointed Senator Grimes, chair, and Senator Pease.

Majority Leader Thomas moved the President be authorized to appoint a committee of two to notify the Chief Justice and Justices of the Montana Supreme Court that the Senate of the 58th Legislative session is ready to adjourn sine die. Motion carried.

The President appointed Senator Nelson, chair, and Senator Glaser.

The President dismissed the committees to perform their assigned duties.

Majority Leader Thomas moved the Senate stand at ease subject to the call of the Chair. Motion carried.

Sergeant-at-arms Cramer announced that a committee from the House of Representatives awaited entrance to the Senate Chamber. Representatives were admitted and reported that the House of Representatives had completed its business and was ready to adjourn sine die, and wished the Senate well.

The committee appointed to notify the Chief Justice and Justices of the Supreme Court reported that Chief Justice Gray thanked the Senate and wished them well, but please do not come back until January, 2005! The President discharged the committee.

The committee appointed to notify the Governor reported that the Governor said the Senate had done a great job during a difficult session, and thanked the body for their work, complimenting them for a job well done. The President discharged the committee.

The committee appointed to notify the House of Representatives reported that the House had been notified and they were also ready to adjourn sine die. The President discharged the committee.

Majority Leader Thomas moved the Senate adjourn sine die. Motion carried unanimously.

Senate adjourned sine die at 7:19 p.m.

ROSANA SKELTON Secretary of the Senate BOB KEENAN President of the Senate